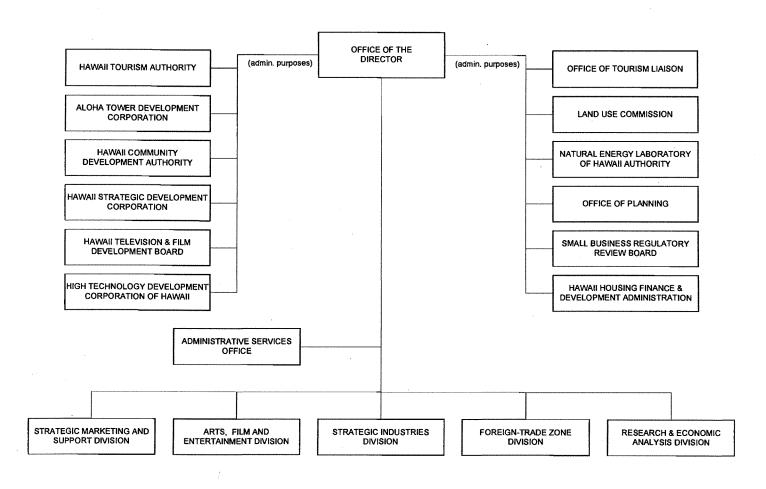


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STATE OF HAWAII DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM ORGANIZATION CHART



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM MAJOR FUNCTIONS

- Promotes industry development and economic diversification by supporting existing and emerging industry clusters.
- Promotes the growth of the film, video and digital media production industry utilizing Hawaii's diverse artistic and cultural resources.
- Plans and supports the development and promotion of diversified events, attractions, and services for leisure and business travelers.
- Provides data and analyzes economic and demographic issues affecting Hawaii and participates in U.S. Census.

- Preserves, protects and encourages development of lands in the State for uses to benefit the public.
- Revitalizes areas in the State needing redevelopment through the formation of public-private partnerships, implementation of infrastructure improvements, and facilitating mixed-use development.
- Maintains a comprehensive statewide planning process to enhance the efficiency and effectiveness of State programs.
- Finances and develops affordable housing.

MAJOR PROGRAM AREAS

The Department of Business, Economic Development and Tourism has programs in the following major program areas:

Economic	Development
DED 100	ä ·

BED 100	Strategic Marketing and Support	Government-W	/ide Support
BED 105	Arts, Film and Entertainment	BED 103	Statewide Land Use Management
BED 107	Foreign Trade Zone	BED 130	Economic Planning and Research
BED 113	Tourism	BED 144	Statewide Planning and Coordination
BED 120	Strategic Industries		*
BED 142	General Support for Economic Development	Social Services	
BED 143	High Technology Development Corporation	BED 223	Broadened Homesite Ownership
BED 145	Hawaii Strategic Development Corporation	BÉĎ 225	Private Housing Development and Ownership
BED 146	Natural Energy Lab of Hawaii Authority	BED 227	Housing Finance
BED 150	Hawaii Community Development Authority	BED 229	HHFDA Administration
BED 151	Aloha Tower Development Corporation	BED 231	Rental Housing Trust Fund

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM Department Summary

Mission Statement

To strengthen Hawaii's economy, lead business development efforts, attract new investment, and document Hawaii's economy.

Department Goals

Make it easier for small businesses to do business, be profitable, and expand; strengthen the traditional pillars of Hawaii's economy: Tourism, the Military, Construction and Development, Diversified Agriculture, Marine Resources, Arts, Film and Entertainment, and Captive Insurance; and diversify Hawaii's economy by focusing on key clusters where Hawaii offers competitive advantage while developing Hawaii's destiny as a center of knowledge in the Pacific century.

Significant Measures of Effectiveness

1	A			:	C	04-4-	Dan Janet	
1.	Annuai	percentage	increase	m	UTTOSS	State	Product	
	* ***	P	****			State	110000	

2. Number of new jobs created per annum

3. Investment generated by business development and promotional activities (\$M)

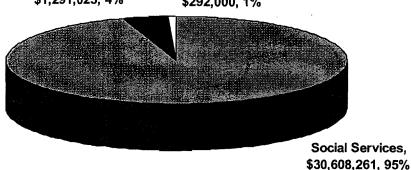
6.3 5.5 12,606 9,000 3 18

FY 2006 FY 2007

FY 2007 Supplemental Operating Budget Adjustments by Major Program

Economic Development, \$1,291,025, 4%

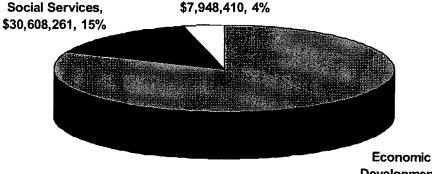
Government-Wide Support, \$292,000, 1%



s.

FY 2007 Supplemental Operating Budget

Government-Wide Support, \$7,948,410, 4%



Development, \$165,414,612, 81%

Total \$204.0 M

Total \$32.2 M

Department of Business, Economic Development and Tourism (Operating Budget)

	·	Act 178/2005 FY 2006	Act 178/2005 FY 2007	FY 2007 Adjustments	Total FY 2007
Funding Sources:	Positions	116.50	115.50	1.00	116.50
General Funds	\$	11,119,848	10,532,971	248,949	10,781,920
		28.50	28.50	-2.00	26.50
Special Funds		132,097,448	133,977,321	1,282,500	135,259,821
		4.00	4.00	0.00	4.00
Federal Funds		17,013,138	16,495,873	3,051,576	19,547,449
Trust Funds		0	0	22,000,000	22,000,000
Interdepartmental	Transfers	1,861,769	1,561,769	0	1,561,769
		0.00	1.00	30.00	31.00
Revolving Funds		9,106,765	9,212,063	5,608,261	14,820,324
	-	149.00	149.00	29.00	178.00
Total Requirements	**********	171,198,968	171,779,997	32,191,286	203,971,283

Highlights of the Executive Supplemental Budget Request: (general funds unless noted)

- 1. Added \$125,000 for targeted industry and overseas market development.
- 2. Transferred positions and funds from Department of Human Services to perform the function of housing financing and development (Act 196/2004). The transfer resulted in \$3,000,000 in federal funds, 30.0 permanent and 44.0 temporary positions and \$5,608,261 in revolving funds, and 1.0 temporary and \$19,008,563 in trust funds for Department of Business, Economic Development and Tourism.
- 3. Increased ceiling for Rental Housing Trust Fund by \$15,000,000 to reflect increased conveyance tax collections. Funding would be used to develop affordable rental housing to assist very low and low income families and individuals in obtaining rental housing.

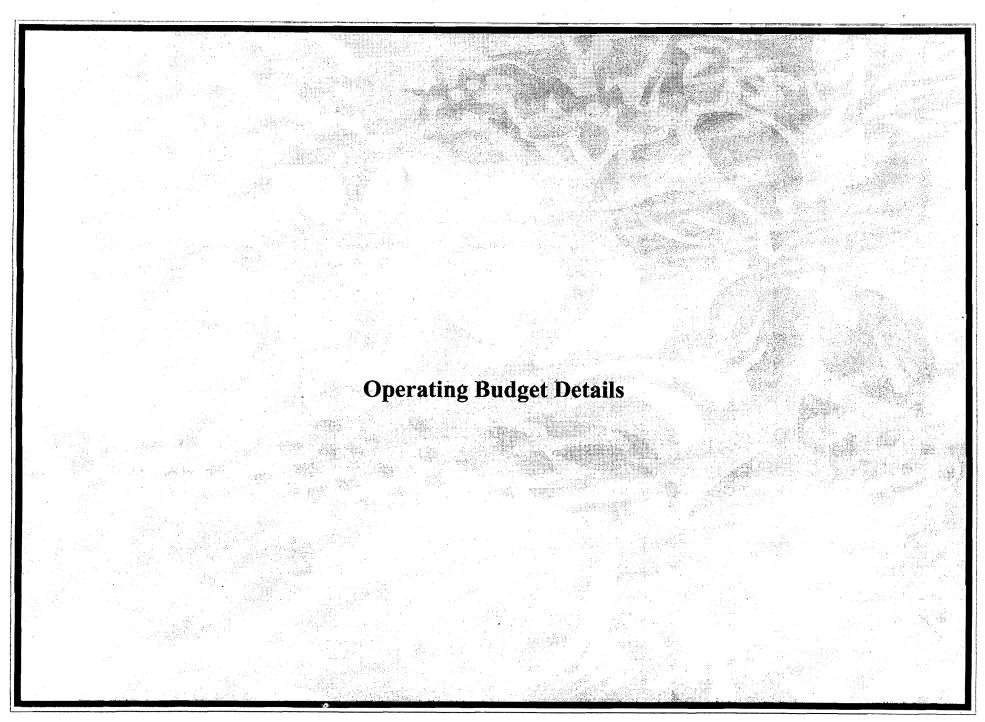
Department of Business, Economic Development and Tourism (Capital Improvements Budget)

	Act 178/2005 FY 2006	Act 178/2005 FY 2007	FY 2007 Adjustments	Total FY 2007
Funding Sources:				
General Obligation Bonds	3,603,000	2,603,000	3,871,000	6,474,000
Reimbursable G.O. Bonds	0	0	450,000	450,000
Federal Funds	0	, · 0	4,000,000	4,000,000
Total Requirements	3,603,000	2,603,000	8,321,000	10,924,000

Highlights of the Executive Supplemental CIP Budget Request: (general obligation bonds unless noted)

- 1. Provided \$540,000 for Natural Energy Laboratories of Hawaii Authority (NELHA) to plan and design additional infrastructure and distribution pipelines to expand the capacity of the existing 55" seawater distribution system, primarily to service HOST Park.
- 2. Provided \$50,000 for NELHA to make final interconnection between two existing 12" potable water mains to complete a system-wide upgrade.
- 3. Provided \$312,000 for NELHA to design and construct additional groundwater environmental monitoring wells.
- 4. Provided \$400,000 for NELHA to plan and design HOST Park access roads and utility distribution system.
- 5. Provided \$300,000 in general obligation reimbursable bonds for Foreign Trade Zone to design and construct a container loading/unloading dock structure.
- 6. Provided \$150,000 in general obligation reimbursable bonds to plan and design NELHA Administration building upgrades.
- 7. Provided \$200,000 to plan and design upgrades to the NELHA main access road.
- 8. Provided \$300,000 to develop NELHA master plan.
- 9. Provided \$4,000,000 in federal funds to construct roads to connect NELHA and Kona International Airport and Queen Kaahumanu Highway.
- 10. Provided \$2,000,000 for major repairs and maintenance of the Hawaii Convention Center.

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PROGRAM ID:

BED-

PROGRAM STRUCTURE NO: 01

PROGRAM TITLE: E

ECONOMIC DEVELOPMENT

	FY 2006				FY 2007	BIENNIUM TOTALS			
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT MOTOR YEHICLES	101.00* 12,907,100 150,358,788 147,270	*	101.00* 12,907,100 150,358,788 147,270	101.00* 13,080,149 150,968,568 50,870	-2.00* 132,021 1,159,004	99.00* 13,212,170 152,127,572 50,870	25,987,249 301,327,356 198,140	26,119,270 302,486,360 198,140	*
TOTAL OPERATING COST	163,413,158		1/2 /12 150	24,000	1 001 005	24,000	24,000	24,000	
IVIAL OPERATING COST	163,413,126		163,413,158	164,123,587	1,291,025	165,414,612	327,536,745	328,827,770	. 39
BY MEANS OF FINANCING									
GENERAL FUND	76.50* 8,095,607 24.50*	*	76.50* 8,095,607 24.50*	75.50* 7,508,730 24.50*	* 206,949 -2.00*	75.50* 7,715,679 22.50*	15,604,337	15,811,286	*
SPECIAL FUND	130,769,561	*	130,769,561	132,649,434	1,032,500	133,681,934	263,418,995	264,451,495	*
OTHER FED. FUNDS	14,579,456	*	14,579,456	14,191,591	51,576	14,243,167	28,771,047	28,822,623	*
INTERDEPT. TRANSF	1,861,769	*	1,861,769	1,561,769 1.00*	**	1,561,769	3,423,538	3,423,538	•
REVOLVING FUND	8,106,765		8,106,765	8,212,063	•	8,212,063	16,318,828	16,318,828	•
CAPITAL INVESTMENT									
PLANS LAND ACQUISITION	2,104,000	•	2,104,000	1,604,000 248,000	389,000	1,993,000 248,000	3,708,000 248,000	4,097,000 248,000	
DESIGN CONSTRUCTION	100,000 1,398,000		100,000	750,000 1,000	1,339,000 4,605,000	2,089,000 4,606,000	850,000 1,399,000	2,189,000 6,004,000	
EQUIPMENT	1,000		1,000		1,988,000	1,988,000	1,000	1,989,000	
TOTAL CAPITAL COSTS	3,603,000	· 学世智是被宣言系统能够完全	3,603,000	2,603,000	8,321,000	10,924,000	6,206,000	14,527,000	134.08
BY MEANS OF FINANCING G.O. BONDS	3,603,000		3,603,000	2,603,000	3,871,000	6,474,000 }	6,206,000	10,077,000	
G.O. BONDS REPAID OTHER FED. FUNDS					450,000 4,000,000	450,000 4,000,000		450,000 4,000,000	
TOTAL POSITIONS	101.00*	*	101.00*	101.00*	-2.00*	99.00*		**	
TOTAL PROGRAM COST	167,016,158		167,016,158	166,726,587	9,612,025	176,338,612	333,742,745	343,354,770	2.88

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PROGRAM ID:

BED-100

PROGRAM STRUCTURE NO: 010101

PROGRAM TITLE:

STRATEGIC MARKETING & SUPPORT

		FY 2006	[FY 2007	!	BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT Apprn	ADJUSTMENT	RECOMMEND Apprn	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	18.00*	*	18.00*	18.00*	*	18.00*	*	*	*
PERSONAL SERVICES	1,030,352		1,030,352	1,030,352		1,030,352	2,060,704	2,060,704	
OTH CURRENT EXPENSES	2,893,771		2,893,771	2,693,771	125,000	2,818,771	5,587,542	5,712,542	
TOTAL OPERATING COST	3,924,123		3,924,123	3,724,123	125,000	3,849,123	7,648,246	7,773,246	1.63
BY MEANS OF FINANCING			,						
	18.00*	*	18.00*	18.00*	*	18.00*	*	*	*
GENERAL FUND	1,852,208		1,852,208	1,652,208	125,000	1,777,208	3,504,416	3,629,416	
OTHER FED. FUNDS	250,000		250,000	250,000		250,000	500,000	500,000	
REVOLVING FUND	1,821,915		1,821,915	1,821,915		1,821,915	3,643,830	3,643,830	
CAPITAL INVESTMENT						. •			
CONSTRUCTION	300,000		300,000			!	300,000	300,000	
TOTAL CAPITAL COSTS	300,000	of the tree age, also deep like this age and any of the party of the tree age.	300,000	475 PF 107 000 000 000 000 000 TF 107 000 000 000 000 000 000			300,000	300,000	
ř						***********			
BY MEANS OF FINANCING						*			
G.O. BONDS	300,000		300,000			1	300,000	300,000	
TOTAL POSITIONS	18.00*	•	18.00*!	18.00*		18.00*			
TOTAL PROGRAM COST	4,224,123	•	4,224,123	3,724,123	125,000	3,849,123	7,948,246	8,073,246	1.57
				=======================================			2020000###############################		

Program ID: BED 100

Program Structure Level: 01 01 01

Program Title: Strategic Marketing & Support

01 01 01

A. Program Objective

To promote industry development and economic diversification by supporting existing and emerging industries through the attraction of new investment; increase in exports of Hawaii products and services; expansion of Hawaii's participation in global trade and commerce.

B. Description of Request

The budget request is for an increase in general funds by \$125,000 to develop, strengthen and expand Hawaii business in targeted industry sectors locally, nationally and internationally; target sister-state cooperative projects; seek federal and institutional grants targeting the Asia/Pacific Market; conduct globalization educational forums.

C. Reason for Request

The funds will be used to build upon relationships and successes to deepen Hawaii's businesses, export and market presence; leverage Hawaii's reputation in areas that Hawaii has a competitive advantage such as tourism consulting, health & wellness, deep sea water, etc.

D. Significant Changes to Measures of Effectiveness and Program Size None

PROGRAM ID: BED-107
PROGRAM STRUCTURE NO: 010103

PROGRAM TITLE:

FOREIGN TRADE ZONE

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		FY 2006			FY 2007	<u></u> !	BIENNI	IIM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING	19.00*	. *	19.00*	19.00*	. 3	¥ 19.00*	*	*		*
PERSONAL SERVICES	1,053,444		1,053,444	1,053,444		1,053,444	2,106,888	2,106,888		
OTH CURRENT EXPENSES	902,097		902,097	902,097		902,097	1,804,194	1,804,194		
TOTAL OPERATING COST	1,955,541		1,955,541	1,955,541		1,955,541	3,911,082	3,911,082		
BY MEANS OF FINANCING			•		•					
annarii cinin	19.00*	*	19.00*	19.00*	*	* 19.00*		*	x	*
SPECIAL FUND	1,955,541		1,955,541	1,955,541		1,955,541	3,911,082	3,911,082		
CAPITAL INVESTMENT										
DESIGN					25,000			25,000		
CONSTRUCTION					275,000	275,000		275,000		
TOTAL CAPITAL COSTS	*		1		300,000	300,000		300,000	100.00	D
		**************************************		===============			**********	**************************************		
BY MEANS OF FINANCING	•			•						
G.O. BONDS REPAID			;		300,000	300,000		300,000		
TOTAL POSITIONS	19.00*	*	19.00*	19.00*	*	19.00*		,		
TOTAL PROGRAM COST	1,955,541		1,955,541	1,955,541	300,000	2,255,541	3,911,082	4,211,082	7.67	7
	22		=======================================			=======================================				

Program ID: BED 107

Program Structure Level: 01 01 03

Program Title: Fore

Foreign-Trade Zone

A. Program Objective

To encourage-value added and international trading activities that will create new investment and job opportunities in Hawaii by operating a statewide Foreign-Trade Zone program that reduces the barriers and costs associated with international trade.

B. Description of Request

The CIP budget request for \$300,000 consists of design and construction costs for a container loading/unloading dock structure. This system will replace movable ramps which are not as efficient or safe.

C. Reasons for Request

The current loading/unloading system makes use of movable metal ramps. Limitations to the current system prevent the FTZ from handling additional cargo and processing cargo in a timely manner. Also, safety issues have been raised by FTZ warehouse workers. Finally, the FTZ is handling an increase in containers due to its partnership with the Department of Homeland Security. The current rate of container unloading is insufficient, causing containers requiring security screening to back up at Pier 1. This delays cargo release to the public and adds cost to the importer.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

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PROGRAM ID:

BED-113

PROGRAM STRUCTURE NO: 0102

PROGRAM TITLE:

TOURISM

		FY 2006		***	FY 2007		BIENNI	UM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	3.00*	*	3.00*	3.00*	-1.00*	2.00*	*	*	*
PERSONAL SERVICES OTH CURRENT EXPENSES	2,103,369 115,121,631		2,103,369 115,121,631	2,103,369 116,596,631	27,000	2,130,369 116,596,631	4,206,738 231,718,262	4,233,738 231,718,262	
TOTAL OPERATING COST	117,225,000		117,225,000	118,700,000	27,000	118,727,000	235,925,000	235,952,000	.01
BY MEANS OF FINANCING			,		•	'			
GENERAL FUND	25,000 3.00*		25,000				25,000	25,000	
SPECIAL FUND	117,200,000	•	3.00* 117,200,000	3.00* 118,700,000	-1.00* 27,000	2.00* 118,727,000	235,900,000	235,927,000	*
CAPITAL INVESTMENT									
PLANS			!		10,000	10,000		10,000	
DESIGN CONSTRUCTION			3		10,000 280.000	10,000 280,000		10,000 280,000	
EQUIPMENT			į		1,700,000	1,700,000		1,700,000	
TOTAL CAPITAL COSTS					2,000,000	2,000,000		2,000,000	100.00
BY MEANS OF FINANCING			•						
G.O. BONDS			1		2,000,000	2,000,000		2,000,000	
TOTAL POSITIONS	3.00*	*	3.00*	3.00*	-1.00*	2.00*			
TOTAL PROGRAM COST	117,225,000	•	117,225,000	118,700,000	2,027,000	120,727,000	235,925,000	237,952,000	.86
								日本は 2 世代 共和党 は 発酵 日本 二	

Program ID: BED 113

Program Structure Level: 01 02

Program Title: Tourism

A. Program Objective

To proactively plan and support the development and promotion of diversified events, attractions, and services for leisure and business travelers that complement Hawaii's traditional resort product, enhance brand identify, assist in overall economic diversification, and provide high quality visitor experiences while sustaining Hawaii's natural and culture resources, community values, and residents' quality of life.

B. Description of Request

Hawaii Tourism Authority: Reduction in Position

The Hawaii Tourism Authority is authorized to establish exempt positions. As existing civil service positions become vacant, positions are terminated.

Hawaii Convention Center: \$2,000,000

Addition of \$2,000,000 in general obligation bond funds to provide for the Hawaii Convention Center major repair, replacement, and maintenance.

C. Reasons for Request

The Hawaii Convention Center enters its eighth year of operation. To create and maintain the Hawaii Convention Center's appearance and operating effectiveness as a world class facility in a competitive environment, major renovation and replacement of assets as well as providing technical upgrades are necessary.

D. Significant Changes to Measures of Effectiveness and Program Size

None, however, the requests are necessary for efficient and effective program planning and to maintain its effectiveness and program size.

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PROGRAM ID:

BED-120

PROGRAM STRUCTURE NO: 010501

PROGRAM TITLE:

STRATEGIC INDUSTRIES

	***************************************	FY 2006			FY 2007		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES	11.00* 1,970,929		11.00* 1,970,929	11.00* 1,970,929	* 51,576	11.00* 2,022,505	* 3,941,858	3,993,434	: #
OTH CURRENT EXPENSES EQUIPMENT	4,630,041 67,820		4,630,041 67,820	4,386,541 11,320		4,386,541	9,016,582 79,140	9,016,582 79,140	
TOTAL OPERATING COST	6,668,790		6,668,790	6,368,790	51,576	6,420,366	13,037,580	13,089,156	.40
BY MEANS OF FINANCING									
	11.00*	*	11.00*	11.00*	*	11.00*	*	*	*
GENERAL FUND	1,198,347		1,198,347	1,198,347		1,198,347	2,396,694	2,396,694	
	*	*	*	*	*	*	*	*	. *
OTHER FED. FUNDS	3,608,674		3,608,674	3,608,674	51,576	3,660,250	7,217,348	7,268,924	
	*	*	*	*	*	*	*	*	*
INTERDEPT. TRANSF	1,861,769		1,861,769	1,561,769		1,561,769	3,423,538	3,423,538	
TOTAL POSITIONS	11.00*	*	11.00*	11.00*	. *	11.00*{			
TOTAL PROGRAM COST	6,668,790		6,668,790	6,368,790	51,576	6,420,366	13,037,580	13,089,156	.40
	=======================================								

Program ID: BED 120

Program Structure Level: 01 05 01 Program Title: Strategic Industries

A. Program Objective

To achieve the growth, diversification, and long-term stability of the State's economy by facilitating the development of Hawaii industries centered on energy, environmental, ocean, and sustainable technology-based products and services.

B. Description of Request

- Establishment of three (3) budgeted, exempt positions (Energy Economist, Energy Research Statistician, and Energy Secretary), which the Governor approved as temporary, unbudgeted, exempt positions on September 26, 2005.
- Federal funds of \$51,576 are requested to support programs for energy
 efficiency, renewable energy, distributed energy, and recyclable, remanufactured
 and remediated resources to facilitate Hawaii's sustainable development.
- 3. Lapse of \$5,000,000 federal funds for the Maui Biogasifier/Gas Cleanup Research Project is requested.

C. Reasons for Request

1. All three positions have been filled, supported by funding previously appropriated and included in the FB05-07 Biennium Budget. No new funding is requested. This is considered a high priority request, supporting implementation of DBEDT's expansive statutory petroleum industry data functions (Chapter

486J, HRS). These positions also support DBEDT's petroleum industry/market data acquisition, analysis, and reporting requirements associated with gasoline price caps, pursuant to the gas caps law (Chapter 486H, HRS) to provide data (acquired under Chapter 486J, HRS) and overall assistance to the PUC. These requirements are statutory, ongoing and SID has been functionally overextended, in terms of resources, in this area since 1997 when the Legislature first assigned these functions to DBEDT. If disapproved, these positions could be lost. Loss of these positions would eliminate SID's ability to sustain the State's improved capabilities and capacity in the critical area of statewide comprehensive, integrated energy data and policy analysis.

- 2. Funds are requested for salary & fringes of one (1) fully federally funded, exempt clerical position, previously approved, and currently filled. No General Funds are requested. This sole clerical position provides essential support of the energy program's professional staff. If disapproved, professional staff will be diverted from technical duties and responsibilities, which support projects and program activities that serve to increase economic efficiency and productivity, and business competitiveness by promoting and facilitating energy conservation and efficiency, and recycling and remanufacturing.
- 3. Project has terminated, and funding is no longer required.

D. Significant Changes to Measures of Effectiveness and Program Size

Development of non-state funding is one of the program's measures of effectiveness (MOE). Therefore, any reduction of program's general funds would impair the program's capability to leverage these state funds into developing potential external funding opportunities that require matching state funds, which would likely reduce the program's ability to achieve this MOE.

No significant changes anticipated for BED120/AD.

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PROGRAM ID:

BED-142

PROGRAM STRUCTURE NO: 010104

PROGRAM TITLE:

GENERAL SUPPORT FOR ECONOMIC DEVELOPMENT

		FY 2006			FY 2007		BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT Apprn	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	34.00* 1,847,039 403,547	*	34.00* 1,847,039 403,547	34.00* 1,847,039 403,547	** 53,445 28,504	34.00* 1,900,484 432,051	3,694,078 807,094	3,747,523 835,598	*
TOTAL OPERATING COST	2,250,586		2,250,586	2,250,586	81,949	2,332,535	4,501,172	4,583,121	1.82
BY MEANS OF FINANCING									
GENERAL FUND	34.00* 2,250,586	*	34.00* 2,250,586	34.00* 2,250,586	* 81,949	34.00* 2,332,535	* 4,501,172	4,583,121	* *
CAPITAL INVESTMENT CONSTRUCTION	200,000	,	200,000				200,000	200,000	
TOTAL CAPITAL COSTS	200,000		200,000				200,000	200,000	
BY MEANS OF FINANCING G.O. BONDS	200,000	***************************************	200,000	自者 可能想象。			200,000	200,000	
TOTAL POSITIONS TOTAL PROGRAM COST	34.00* 2,450,586		34.00* 2,450,586	34.00* 2,250,586	* 81,949	34.00* 2,332,535	4,701,172	4,783,121	1.74

Program ID: BED 142

Program Structure Level: 01 01 05

Program Title: General Support for Economic Development

A. Program Objective

To enhance program effectiveness and efficiency of economic development programs by formulating policies and plans, directing operations, allocating resources, providing staff support and other administrative services, and informing the public about programs, services, projects, and activities.

The objective of the Office of Tourism Liaison program, within DBEDT, is to coordinate with the Hawaii Tourism Authority (HTA), state agencies, visitor industry businesses on all tourism related matters, especially those outlined in the State Strategic Tourism Plan, in order to enhance the visitor experience and further tourism's growth within the state.

B. Description of Request

Add one temporary Project Coordinator position and \$48,497 to cover personnel costs for the Director's office.

Add \$4,948 for a shortfall in personnel costs and \$28,504 for operating expenses which includes office expenses, dues and inter island and mainland travel expenses for the Tourism Liaison Office (BED 142/TL).

C. Reasons for Request

The addition of a temporary Project Coordinator position will provide assistance to the DBEDT Director in carrying out the mandated duties of the departments' mission of attracting and sustaining viable economic development initiatives for Hawaii.

This request for personnel and operating costs for the Tourism Liaison Office (BED 142/TL) is necessary because no funds are available in the program's current budget to cover a shortfall in personnel costs or any operating expenses. Funding for the Tourism Liaison office will allow the office to meet their objectives and provide coordination between state agencies and the visitor industry and HTA.

D. Significant Changes to Measures of Effectiveness and Program Size

Not applicable.

PROGRAM ID:

BED-143

PROGRAM STRUCTURE NO: 010502

PROGRAM TITLE:

HIGH TECHNOLOGY DEVELOPMENT CORPORATION

		FY 2006			FY 2007		BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	THAMTSULDA	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	3.00* 1,679,494 8,387,858 30,000	*	3.00* 1,679,494 8,387,858 30,000	3.00* 1,679,494 8,092,858		3.00* 1,679,494 8,092,858	* 3,358,988 16,480,716 30,000	3,358,988 16,480,716 30,000	*
TOTAL OPERATING COST	10,097,352		10,097,352	9,772,352		9,772,352	19,869,704	19,869,704	
BY MEANS OF FINANCING			•			•			
	1.50*	*	1.50*	1.50*	*	* 1.50*	*	*	*
GENERAL FUND	936,930		936,930	936,930		936,930	1,873,860	1,873,860	
COCOTAL FINE	1.50*	*	1.50*	1.50*	*	* 1.50*	*	*	*
SPECIAL FUND	3,871,030		3,871,030	3,846,030		3,846,030	7,717,060	7,717,060	
OTHER FED. FUNDS	3,789,392	*	* 700 000	*	*	*	*	*	*
REVOLVING FUND	1,500,000		3,789,392 1,500,000	3,489,392 1,500,000		3,489,392 1,500,000	7,278,784 3,000,000	7,278,784 3,000,000	
CAPITAL INVESTMENT									
TOTAL CAPITAL COSTS						***********			
BY MEANS OF FINANCING						•			
TOTAL POSITIONS TOTAL PROGRAM COST	3.00* 10,097,352	*	3.00* 10,097,352	3.00* 9,772,352	*	3.00* 9,772,352	19,869,704	19,869,704	

Program ID: BED 143

Program Structure Level: 01 05 02

Program Title: High Technology Development Corporation

A. Program Objective

To develop and promote Hawaii's science and technology assets and resources; implement programs to support the attraction, expansion, and retention of technology companies; support firms engaged in technology research & investment, and projects that support national and State interests; utilize facilities and infrastructure in Hawaii to foster commercial technology development; and promote and provide support for businesses involved in information & telecommunication technology, biotechnology, medical healthcare technology and earth/ocean/space science technologies.

B. Description of Request

The proposed lapsing of \$2 million for a Biotech Incubator/Innovation Facility in Kakaako, which was appropriated by Act 41, SLH 2004, is included in the budget request.

C. Reasons for Request

Not applicable.

D. Significant Changes to Measures of Effectiveness and Program Size

There is no significant change to the Measures of Effectiveness or program size.

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PROGRAM ID:

BED-146

PROGRAM STRUCTURE NO: 010504

PROGRAM TITLE:

NATURAL ENERGY LAB OF HAWAII AUTHORITY

		FY 2006	!	FY 2007			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT BIENNIUM	RECOMMEND 8IENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT MOTOR VEHICLES	** 1,658,285 9,105,387 34,450	*	1,658,285 9,105,387 34,450	1,793,785 9,110,667 29,550 24,000	1,005,500	1,793,785 10,116,167 29,550 24,000	3,452,070 18,216,054 64,000 24,000	3,452,070 19,221,554 64,000 24,000	
TOTAL OPERATING COST	10,798,122		10,798,122	10,958,002	1,005,500	11,963,502	21,756,124	22,761,624	4.62
BY MEANS OF FINANCING			ı		,		-		
GENERAL FUND	169,993	*	169,993	*	*	*	169,993	169,993	. 1
SPECIAL FUND	3,709,604		3,709,604	4,114,477	1,005,500	5,119,977	7,824,081	8,829,581	
OTHER FED. FUNDS	6,918,525	*	6,918,525	6,843,525	*	6,843,525	13,762,050	13,762,050	
CAPITAL INVESTMENT									
PLANS			1	•	310,000	310,000	•	310,000	
DESIGN			1		1,304,000	1,304,000		1,304,000	
CONSTRUCTION					4,050,000	4,050,000		4,050,000	
EQUIPMENT					288,000	288,000		288,000	
TOTAL CAPITAL COSTS	*****	na 2			5,952,000	5,952,000	*****	5,952,000	100.00
BY MEANS OF FINANCING			•			,			
G.O. BONDS			•		1,802,000	1,802,000		1,802,000	
G.O. BONDS REPAID					150,000	150,000		150,000	
OTHER FED. FUNDS			1		4,000,000	4,000,000		4,000,000	
TOTAL POSITIONS	*	*	*	*	*	*			
TOTAL PROGRAM COST	10,798,122		10,798,122	10,958,002	6,957,500	17,915,502	21,756,124	28,713,624	31.98
							**=====================================	======	

Program ID: BED 146

Program Structure Level: 01 05 04

Program Title: Natural Energy Laboratory of Hawaii Authority

A. Program Objective

To participate in the development and diversification of the Hawaii economy by providing resources and facilities for energy and ocean related research, education, and commercial activities in an environmentally sound and culturally sensitive manner.

B. Description of Request

- Increase NELHA's Special Fund ceiling by \$1,005,500 for the following:
 - a. Establish new position for Water Quality Lab Manager \$63,000
 - b. Increase in energy cost and tenant demand for seawater- \$740,414
 - c. To electrify Gateway DER Center- \$29,500
 - d. Increase special fund ceiling to accommodate laboratory personnel costs with fringe benefits and seawater certification program-\$61,586
 - e. Increase in security services at NELHA \$111,000
- 2. NELHA/HOST Park Infrastructure Upgrades \$50,000 General Obligation Bonds, to make the final interconnection between two existing 12" Water Mains and complete a system wide upgrade.
- 3. NELHA/HOST Park road and utility distribution system \$400,000 General Obligation Bonds, to plan and design access

- roads and the installation of sewer, potable water, seawater, electrical, telephone and CATV distribution systems.
- 4. NELHA Onshore Distribution System- \$540,000 General Obligation Bonds, to plan and design additional infrastructure and distribution pipelines to expand the capacity of the existing 55" seawater distribution system to meet forecasted tenant demand for seawater.
- NELHA- Kona International Airport Connector Road- \$4,000,000
 Federal Funds, to construct a road to connect NELHA to the Kona International Airport and Queen Kaahumanu Hwy.
- 6. NELHA Administration Industrial Building Upgrades \$150,000 GO Reimbursable Bonds, to plan and design upgrades to the existing administration & industrial building to include a second floor for additional office space, bring the building to ADA compliance, refurbish the existing structural steelwork and replace the existing roof.
- NELHA Main Access Road Upgrades \$200,000 General
 Obligation Bonds, to plan and design upgrades of the existing
 NELHA main road access to comply with Hawaii County roadway
 safety and design standards.

- 8. Master Plan Reconfiguration \$300,000 General Obligation Bonds, to reconfigure NELHA master plan to include all property managed by NELHA.
- Construct Groundwater Environmental Monitoring Wells -\$312,000 General Obligation Bonds, to design and construct additional comprehensive environmental groundwater monitoring wells to expand NELHA's monitoring capabilities into areas where monitoring wells currently do not exist.

C. Reasons for Request

- 1. The special fund ceiling must be increased to:
 - a. Accommodate the tenant's forecasted seawater requirements and to accommodate the increasingly high cost of electricity to pump the seawater.
 - Add funding for a new position of a Laboratory Manager.
 The manager position is needed to insure compliance with NELHA's Cooperative Environmental Monitoring Program.
 The Manager will also oversee the new seawater certification program.
 - c. Add the cost to electrify the Gateway DER Center. Funding for the electrical cost to make the building operational was left out of the Biennium Budget request.
 - d. Accommodate the salaries and fringe benefits for the lab personnel that were reinstated in the 2005 legislative session. Funding for fringe benefits was not included. Funds are also needed for supplies for the seawater certification program.
 - e. Increase protection services for the security of the NELHA facility and all of its tenants. Security services must also be increased to break up large parties on the beach that NELHA is required to provide and maintain for the public good and for problems with theft of tenant products and property.

- 2. CIP requests see "B. Description of Request" which states the reason for each CIP request.
- D. Significant Changes to Measures of Effectiveness and Program Size.

NELHA's measures of effectiveness would be greatly compromised if denial of NELHA's request for an increase in its special fund ceiling is not approved. If NELHA cannot pay its electricity bill with the tenants it has now, how can NELHA take on new tenants.

The measurement of increases in tenant sales would be effected without additional security. Tenants are experiencing large theft problems of both product and property.

Denial of NELHA's supplemental CIP request will significantly inhibit NELHA's measures of effectiveness as it will stunt its growth and expansion capabilities. NELHA cannot take new tenants if it does not have the infrastructure to accommodate their needs. Without a new Master Plan, new roads and new infrastructure, NELHA will have to cease all future developments.

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PROGRAM ID:

BED-150

PROGRAM STRUCTURE NO: 010701

PROGRAM TITLE:

HAWAII COMMUNITY DEVELOPMENT AUTHORITY

		FY 2006		FY 2007			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	2.00*	*	2.00*	2.00*		2.00*	*		k 7
PERSONAL SERVICES	281,550		281,550	281,784	•	281,784	563,334	563,334	-
OTH CURRENT EXPENSES	3,025,321		3,025,321	3,030,321		3,030,321	6,055,642	6,055,642	
EQUIPMENT	15,000		15,000	10,000		10,000	25,000	25,000	
TOTAL OPERATING COST	3,321,871		3,321,871	3,322,105		3,322,105	6,643,976	6,643,976	
8Y MEANS OF FINANCING									
	2.00*	*	2.00*	2.00*	*	2.00*	*	×	* *
GENERAL FUND	262,281		262,281	288,245		288,245	550,526	550,526	
SPECIAL FUND	2,500,000		2,500,000	2,500,000	_	2,500,000	5,000,000	5,000,000	
OTHER FED. FUNDS	12,865	*	12,865	*	•	*	12,865	12,865	k **
	*	*	*	*	*	*	*	×	* *
REVOLVING FUND	546,725		546,725	533,860		533,860	1,080,585	1,080,585	
CAPITAL INVESTMENT			•						
PLANS	2,104,000		2,104,000	1,604,000	69,000	1,673,000	3,708,000	3,777,000	
LAND ACQUISITION			, , , , ,	248,000	,	248,000	248,000	248,000	
DESIGN	100,000		100,000	750,000		750,000	850,000	850,000	
CONSTRUCTION	898,000		898,000	1,000		1,000	899,000	899,000	
EQUIPMENT	1,000		1,000				1,000	1,000	
TOTAL CAPITAL COSTS	3,103,000	- 共会和国中国和新州市地市二等	3,103,000	2,603,000	69,000	2,672,000	5,706,000	5,775,000	1.21
BY MEANS OF FINANCING						'			
G.O. BONDS	3,103,000		3,103,000	2,603,000	69,000	2,672,000 }	5,706,000	5,775,000	
TOTAL POSITIONS	2.00*	. *	2.00*!	2.00*	*	2.00*			
TOTAL PROGRAM COST	6,424,871	•	6,424,871	5,925,105	69,000	5,994,105	12,349,976	12,418,976	.56
									. 50

Program ID: BED 150

Program Structure Level: 01 07 01

Program Title: Hawaii Community Development Authority

A. Program Objective

To revitalize urban areas in the State which are in need of timely redevelopment through the creation of mixed-use districts for residential, commercial and light industrial development that help to address the economic and social needs of the people of the State of Hawaii by encouraging the desired private investment through: (1) the planning and implementation of infrastructure improvements; (2) the development of public facilities; and (3) the establishment of planning guidelines and parameters that encourage mixed-use development.

B. Description of Request

The budget request for Fiscal Year 2006-2007 includes the following:

- Lapsing of \$27,896 in general obligation bond funding approved in 2003 for CIP staff costs from prior years.
- Lapsing of \$11,943 in general obligation bond funding approved in 2004 for CIP staff costs from prior years.
- Addition of \$69,000 in general obligation bond funds for Kakaako
 Community Development District for project funded positions to cover collective bargaining of 3.5%.

C. Reasons for Request

- 1. General obligation bond funds of \$27,896 for CIP staff costs from prior years are not required.
- General obligation bond funds of \$11,943 for CIP staff costs from prior years are not required.
- 3. The additional budget request of \$69,000 in general obligation bond funds for fiscal year 2006-2007 is needed to cover the collective bargaining increase of 3.5% for project funded positions for implementation of HCDA's capital improvement program projects. Collective bargaining allocations are usually added to a program's budget from a separate general fund appropriation. However, since HCDA's positions are funded through general obligation bond funds, HCDA was not allowed to increase the biennium budget to allow for projected collective bargaining increases. HCDA was instructed by the Legislature to return in the supplemental budget year to request the increase when the amounts were known. HCDA is obligated to provide for the collective bargaining increase.
- D. Significant Changes to Measures of Effectiveness and Program Size

N/A

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PROGRAM ID:

BED-151

PROGRAM STRUCTURE NO: 010702

PROGRAM TITLE:

ALOHA TOWER DEVELOPMENT CORPORATION

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	1.00* 408,768 1,124,618	*	1.00* 408,768 1,124,618	1.00* 408,768 1,124,618	-1.00*	408,768 1,124,618	* 817,536 2,249,236	* 817,536 2,249,236	*
TOTAL OPERATING COST	1,533,386		1,533,386	1,533,386		1,533,386	3,066,772	3,066,772	
BY MEANS OF FINANCING									
SPECIAL FUND	1.00* 1,533,386	4	1.00* 1,533,386	1.00* 1,533,386	-1.00*	1,533,386	3,066,772	3,066,772	*
TOTAL POSITIONS TOTAL PROGRAM COST	1.00* 1,533,386	*	1.00* 1,533,386	1.00* 1,533,386	-1.00*	1,533,386	3,066,772	3,066,772	

Program ID: BED 151

Program Structure Level: 01 07 02

Program Title: Aloha Tower Development Corporation

A. Program Objective

To enhance and strengthen Hawaii's economy by facilitating and providing redevelopment opportunities in the Aloha Tower Complex for private capital investments as well as through the formation of public-private partnerships, and to encourage redevelopment to take place in an orderly and incremental fashion to create a "people place."

B. Description of Request

- 1. Authorization to convert two unbudgeted temporary positions to budgeted positions. Funding for the positions is available from the Aloha Tower Fund and ATDC's current budget appropriation will not be exceeded.
- 2. Deletion of the Secretary IV position housekeeping request.

C. Reasons for Request

The two new positions have been created to assist in the Administration's priority Project to expedite infrastructure improvements in Honolulu Harbor for maritime use, in partnership with the DOT. Funding for the positions will be an offset to the ground rents owed to the DOT by ATDC for the Aloha Tower Marketplace.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

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PROGRAM ID:

BED-

PROGRAM STRUCTURE NO: 06

PROGRAM TITLE:

SOCIAL SERVICES

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	UM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	*	· · ·	*	*	30.00* 4,425,386 26,182,875	30.00* 4,425,386 26,182,875	*	4,425,386 26,182,875	*
· TOTAL OPERATING COST					30,608,261	30,608,261		30,608,261	100.00
BY MEANS OF FINANCING OTHER FED. FUNDS				.	3,000,000	3,000,000		3,000,000	
TRUST FUNDS REYOLVING FUND	•	•	• · · · · · · · · · · · · · · · · · · ·	*	22,000,000 30.00*	22,000,000 30.00*	*	22,000,000	*
	·			i I	5,608,261	5,608,261		5,608,261	
TOTAL PROGRAM COST		, 		*	30.00* 30,608,261	30.00* 30,608,261		30,608,261	100.00

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PROGRAM ID:

BED-223

PROGRAM STRUCTURE NO: 06020209

PROGRAM TITLE:

BROADENED HOMESITE OWNERSHIP

	FY 2006!				FY 2007		BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	***	*	*	*	157,973 53,500	* 157,973 53,500	*	157,973 53,500	*
TOTAL OPERATING COST			苯基苯甲基苯二甲基苯基苯基	***************************************	211,473	211,473		211,473	100.00
BY MEANS OF FINANCING	•								
REVOLVING FUND	·	•	•	•	211,473	211,473	*	211,473	. *
TOTAL POSITIONS TOTAL PROGRAM COST	*	•	k ak	*	* 211,473	* 211,473		211.473	100.00
	=======================================							,	

Program ID: BED 223

Program Structure Level: 06 02 02 09

Program Title: Broadened Homesite Ownership

A. Program Objective

To facilitate the conversion of leasehold property to fee simple through the use of the State's eminent domain powers and to administer certain provisions under Chapter 519, Hawaii Revised Statutes (HRS), regarding lease rent renegotiations.

B. Description of Request

Transfer positions and funds from Department of Human Services to perform the function of housing finance and development. The transfer resulted in 2.0 temporary positions and \$211,473 in revolving funds for BED 223.

C. Reasons for Request

To effectuate Act 196, SLH 2005, which created the Hawaii Housing Finance and Development Administration, administratively attached to the Department of Business, Economic Development and Tourism.

D. Significant Changes to Measures of Effectiveness and Program Size No significant changes

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PROGRAM ID:

BED-225

PROGRAM STRUCTURE NO: 06020207

PROGRAM TITLE:

PRIVATE HOUSING DEV & OWNERSHIP

		FY 2006		~~~~	FY 2007		BIENNIUM TOTALS			
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	*	*	*	*	6.00* 1,523,371 384,702	6.00* 1,523,371 384,702	*	* 1,523,371 384,702	*	
TOTAL OPERATING COST					1,908,073	1,908,073		1,908,073	100.00	
BY MEANS OF FINANCING REVOLVING FUND	*	*	*	*	6.00* 1,908,073	6.00* 1,908,073	*	* 1,908,073	*	
TOTAL POSITIONS TOTAL PROGRAM COST	*	*	*	*	6.00* 1,908,073	6.00* 1,908,073		1,908,073	100.00	

Program ID: BED 225

Program Structure Level: 06 02 02 07

Program Title: Private Housing Development & Ownership

A. Program Objective

To increase and preserve affordable housing opportunities for low- and moderate-income households and special needs groups primarily by facilitating private sector development.

B. Description of Request

Transfer positions and funds from Department of Human Services to perform the function of housing finance and development. The transfer resulted in 6.0 permanent positions, 15.0 temporary positions and \$1,908,073 in revolving funds for BED 225.

C. Reasons for Request

To effectuate Act 196, SLH 2005, which created the Hawaii Housing Finance and Development Administration, administratively attached to the Department of Business, Economic Development and Tourism.

D. Significant Changes to Measures of Effectiveness and Program Size

No significant changes

EXECUTIVE SUPPLEMENTAL BUDGET (IN DOLLARS)

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PROGRAM ID:

BED-227

PROGRAM STRUCTURE NO: 06020211

PROGRAM TITLE:

HOUSING FINANCE

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	*		k #	*	9.00* 1,262,332 3,127,857	9.00* 1,262,332 3,127,857	*	1,262,332 3,127,857	*
TOTAL OPERATING COST	#4222222222				4,390,189	4,390,189		4,390,189	100.00
BY MEANS OF FINANCING OTHER FED. FUNDS				!	3,000,000	3,000,000		3,000,000	•
REVOLVING FUND	*		*	*	9.00* 1,390,189	9.00* 1,390,189	*	1,390,189	<i>i</i> ≇:
TOTAL POSITIONS TOTAL PROGRAM COST	•	· .	* *	*	9.00* 4,390,189	9.00* 4,390,189		4,390,189	100.00
				*************	********				

Program ID: BED 227

Program Structure Level: 06 02 02 11 Program Title: Housing Finance

A. Program Objective

To assist low- and moderate-income individuals and families to rent or purchase adequate housing at affordable costs through the Hula Mae Single and Multi-Family Programs, the Mortgage Credit Certificate Program, the Rental Assistance Program, the Rental Housing System, the Low Income Housing Tax Credit Program, Rent-to-Own, Down Payment Loan, and other financing programs.

B. Description of Request

Transfer positions and funds from Department of Human Services to perform the function of housing finance and development. The transfer resulted in 9.0 permanent positions, 13.0 temporary positions, \$1,390,189 in revolving funds and \$3,000,000 in federal funds for BED 227.

C. Reasons for Request

To effectuate Act 196, SLH 2005, which created the Hawaii Housing Finance and Development Administration, administratively attached to the Department of Business, Economic Development and Tourism.

D. Significant Changes to Measures of Effectiveness and Program Size

No significant changes

EXECUTIVE SUPPLEMENTAL BUDGET (IN DOLLARS)

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PROGRAM ID:

BED-229

PROGRAM STRUCTURE NO: 06020205

PROGRAM TITLE:

HPHA ADMINISTRATION

PROGRAM COSTS	CURRENT APPRN	FY 2006	RECOMMEND APPRN	CURRENT APPRN	FY 2007 ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	UM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	*	*	s #s	*	15.00* 1,405,408 693,118	15.00* 1,405,408 693,118	*	1,405,408 693,118	*
TOTAL OPERATING COST					2,098,526	2,098,526		2,098,526	100.00
BY MEANS OF FINANCING									
REVOLVING FUND	*	•	*	*	15.00* 2,098,526	15.00* 2,098,526	*	2,098,526	. *
TOTAL POSITIONS TOTAL PROGRAM COST	•	•	*	*	15.00* 2,098,526	15.00* 2,098,526		2,098,526	100.00

Program ID: BED 229

Program Structure Level: 06 02 02 05

Program Title: HHFDA Administration

A. Program Objective

To enhance the effectiveness and efficiency of housing programs by formulating policies, directing operations and personnel, and providing other administrative and support services.

B. Description of Request

Transfer positions and funds from Department of Human Services to perform the function of housing finance and development. The transfer resulted in 15.0 permanent positions, 14.0 temporary positions and \$2,098,526 in revolving funds for BED 229.

C. Reasons for Request

To effectuate Act 196, SLH 2005, which created the Hawaii Housing Finance and Development Administration, administratively attached to the Department of Business, Economic Development and Tourism.

D. Significant Changes to Measures of Effectiveness and Program Size

No significant changes

EXECUTIVE SUPPLEMENTAL BUDGET (IN DOLLARS)

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PROGRAM ID:

BED-231

PROGRAM STRUCTURE NO: 06020217

PROGRAM TITLE:

RENTAL HOUSING TRUST FUND

PROGRAM COSTS	CURRENT APPRN	FY 2006	RECOMMEND APPRN	CURRENT APPRN	FY 2007 ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	*	*	*	*	76,302 21,923,698	* 76,302 21,923,698	*	76,302 21,923,698	*
TOTAL OPERATING COST					22,000,000	22,000,000		22,000,000	100.00
BY MEANS OF FINANCING	•								
TRUST FUNDS	*	*	*	*	22,000,000	22,000,000	*	22,000,000	t #k
TOTAL POSITIONS TOTAL PROGRAM COST	*	*	*	*	22,000,000	22,000,000		22,000,000	100.00

Program ID: BED 231

Program Structure Level: 06 02 02 17

Program Title:

Rental Housing Trust Fund

A. Program Objective

To assist lower income individuals and families obtain affordable rental housing by providing loans or grants for the predevelopment, development, construction, acquisition, preservation, and substantial rehabilitation of rental housing units.

B. Description of Request

- 1. Transfer position and funds from Department of Human Services to perform the function of housing finance and development.
- 2. Provide additional \$15 M for Rental Housing Trust Fund to develop affordable housing to assist very low and low income families and individuals in obtaining housing.

C. Reasons for Request

To effectuate Act 196, SLH 2005, which created the Hawaii Housing Finance and Development Administration, administratively attached to the Department of Business, Economic Development and Tourism.

D. Significant Changes to Measures of Effectiveness and Program Size

No significant changes.

EXECUTIVE SUPPLEMENTAL BUDGET

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PROGRAM ID:

BED-

PROGRAM STRUCTURE NO: 11

PROGRAM TITLE:

GOVERNMENT-WIDE SUPPORT

•		FY 2006			FY 2007		BIENNI	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	48.00* 3,352,615 4,433,195	*	48.00* 3,352,615 4,433,195	48.00* 3,352,615 4,303,795	1.00* 42,000 250,000	49.00* 3,394,615 4,553,795	6,705,230 8,736,990	6,747,230 8,986,990	: *
TOTAL OPERATING COST	7,785,810		7,785,810	7,656,410	292,000	7,948,410	15,442,220	15,734,220	1.89
BY MEANS OF FINANCING			,			•			
	40.00*	*	40.00*	40.00*	1.00*	41.00*	*	*	* *
GENERAL FUND	3,024,241		3,024,241	3,024,241	42,000	3,066,241	6,048,482	6,090,482	
	4.00*	*	4.00*	4.00*	*	4.00*	*		* *
SPECIAL FUND	1,327,887		1,327,887	1,327,887	250,000	1,577,887	2,655,774	2,905,774	
	4.00*	*	4.00*	4.00*	*	4.00*	*	*	* *
OTHER FED. FUNDS	2,433,682		2,433,682	2,304,282		2,304,282	4,737,964	4,737,964	
REVOLVING FUND	1,000,000		1,000,000	1,000,000	,	1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	48.00*	*	48.00*	48.00*	1.00*	49.00*			
TOTAL PROGRAM COST	7,785,810		7,785,810	7,656,410	292,000	7,948,410	15,442,220	15,734,220	1.89

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REPORT S61-A PAGE 109

PROGRAM ID:

BED-130

PROGRAM STRUCTURE NO: 11010304
PROGRAM TITLE: ECONOMIC PLANNING & RESEARCH

	···	FY 2006			FY 2007		BIENN	IUM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND Apprn	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	20.00* 1,224,812 1,080,555	*	20.00* 1,224,812 1,080,555	20.00* 1,224,812 1,080,555	250,000	20.00* 1,224,812 1,330,555	2,449,624 2,161,110	2,449,624 2,411,110	: *
TOTAL OPERATING COST	2,305,367		2,305,367	2,305,367	250,000	2,555,367	4,610,734	4,860,734	5.42
BY MEANS OF FINANCING									
GENERAL FUND	16.00* 977,480	*	16.00* 977,480	16.00* 977,480		16.00* 977,480	* 1,954,960	* 1,954,960	: *
SPECIAL FUND	4.00* 1,327,887		4.00* 1,327,887	4.00* 1,327,887	250,000	4.00* 1,577,887	2,655,774 2	2,905,774	*
TOTAL POSITIONS	20.00*		20.00*	20.00*	*	20.00*		•	
TOTAL PROGRAM COST	2,305,367		2,305,367	2,305,367	250,000	2,555,367	4,610,734	4,860,734	5.42

Program ID: BED130

Program Structure Level: 11 01 03 04

Program Title: Economic Planning and Research

A. Program Objectives

To enhance and contribute to the economic development of the State by providing plans, analyses and policy recommendations on economic issues; conducting and reporting on basic research into the economy of the state, collecting, compiling, interpreting and publishing data and statistics on all aspects of business activity, the economy and demographic characteristics of the State; and developing and maintaining a statewide statistical reporting system.

B. Description of Request

An increase in the expenditure ceiling for tourism special funds in the amount of \$250,000 is requested to accommodate increased costs for core visitor surveys.

C. Reasons for Request

The increase in the Tourism Special Fund expenditure ceiling for Tourism Research is needed in order to provide core tourism statistical data to the state and industry in the face of escalating survey contractor bids. Since 1999 DBEDT READ has been mandated by Act 156 SLH 1998 to collect and report visitor statistics for the State

of Hawaii. READ contracts with outside research firms to conduct eight (8) ongoing visitor surveys collecting characteristics and expenditure data from air and cruise visitors; their satisfaction levels and participation in local activities; and a survey of visitor accommodations in the State. Current contractors' costs to conduct these surveys have increased significantly compared to the 2004-2005 survey periods. In Hawaii's current booming economy, contractors no longer need to underbid to be competitive. One example is the 2006-2007 Statewide Domestic Inflight survey RFP. Only one bidder responded with a price 50% above the amount DBEDT paid for this essential survey in 2004-2005. Based on recent RFP bids the program estimates that an additional \$250,000 will be needed to conduct statewide visitor expenditure and visitor unit inventories during the current biennium. These are core information needs, relied upon by the State, HTA and the private sector to monitor the health and impact of the visitor industry on Hawaii.

D. Significant Changes to Measures of Effectiveness and Program Size

Current Measures of Effectiveness are sufficient to accommodate the supplemental request. Other than the requested funding, program size will not change.

EXECUTIVE SUPPLEMENTAL BUDGET (IN DOLLARS)

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PROGRAM ID:

BED-144

PROGRAM STRUCTURE NO: 11010302

PROGRAM TITLE:

STATEWIDE PLANNING & COORDINATION

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	UM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	22.00* 1,815,354		* 22.00* 1,815,354	22.00* 1,815,354	1.00* 42,000	1,857,354	* 3,630,708	3,672,708	* *
VIII CORKENI EXPENSES	3,198,889		3,198,889	3,069,489		3,069,489	6,268,378	6,268,378	
TOTAL OPERATING COST	5,014,243		5,014,243	4,884,843	42,000	4,926,843	9,899,086	9,941,086	.42
BY MEANS OF FINANCING			·			•			
	18.00*	;	* 18.00*	18.00*	1.00*	19.00*	*	*	* *
GENERAL FUND	1,580,561		1,580,561	1,580,561	42,000	1,622,561	3,161,122	3,203,122	
	4.00*	2	* 4.00*	4.00*	*	4.00*	*	, , ,	* *
OTHER FED. FUNDS	2,433,682		2,433,682	2,304,282		2,304,282	4,737,964	4,737,964	
REVOLVING FUND	1,000,000		1,000,000 {	1,000,000		1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	22.00*	,	* 22.00*	22.00*	1.00*	23.00*	•		
TOTAL PROGRAM COST	5,014,243		5,014,243	4,884,843	42,000	4,926,843	9,899,086	9,941,086	. 42
			=======================================				-,0//,000		. 76

Program ID: BED144

Program Structure Level: 11 01 03 02

Program Title: Statewide Planning and Coordination

A. Program Objective

To enhance the efficiency and effectiveness of State programs by maintaining a comprehensive statewide planning process, through the formulation of a State policy plan and the development of a policy planning and implementation framework; undertaking comprehensive land use and coastal zone planning, management, and implementation; facilitating intergovernmental coordination and cooperation; undertaking strategic and regional planning to address areas of critical State concerns relating to social, economic or physical conditions; and promoting programs and capital improvement projects which further State policies.

B. Description of Request

Increase personal services by \$42,000 to fully fund the OP Director's salary. Convert existing Exempt position in the Geographic Information System (GIS) Program (Pos.No.102015) to permanent position.

C. Reasons for Request

The Director of Office of Planning is established by statute. Funding for the position was reduced last legislative session. Funding of \$42,000 needs to be restored to fund the Director position, which is vital to the effective functioning of the Office of Planning.

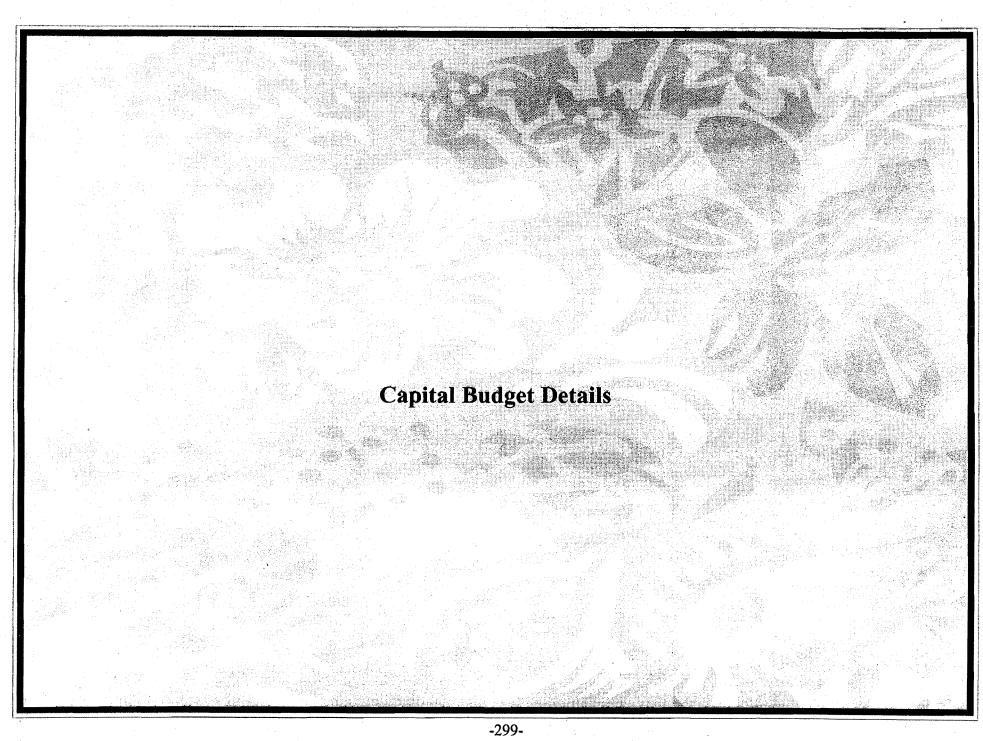
The conversion of the exempt GIS position to a permanent civil service position reflects the evolution of the Statewide GIS from a project to a program. Act 253, the Civil Service Reform Act, required the Dept. of Human Resources to review all exempt positions within State government to determine whether these positions meet the criteria of an exempt position or whether they should be converted to civil service. DHRD has determined that this position does not meet the criteria for an exempt position and should be converted to civil service because the GIS Program is an ongoing program not a short-term project.

The subject position was originally established as an exempt temporary position because GIS was considered to be a project at that time. Since then, GIS use has grown immensely throughout State government and the Statewide GIS as evolved to programmatic status. GIS is used by a number of agencies throughout State government and the Office of Planning is the lead agency for this program.

D. Significant Changes to Measures of Effectiveness and Program Size

OP reviewed and prepared the State's position on seven petitions involving 1,500 acres in FY03, nine petitions involving 1,518 acres in FY04 and eight petitions involving 1,451 acres in FY05. For FY06, it is projected that OP will review eleven petitions involving 2,389 acres. The GIS centralized database has about 200 data layers, which are available for use by all State agencies. The GIS website averages over 80,000 hits per month.

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PROGRAM ID

BED-107

PROGRAM STRUCTURE NO. 010103

PROGRAM TITLE

FOREIGN TRADE ZONE

					FY 2006			FY 2007		
PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	CURRENT APPRN	ADJUSTMENT	RECOM APPRN	CURRENT APPRN	ADJUSTMENT	RECOM APPRN
FTZ003	4			ADE ZONE CONTAINER LOADING DOCK STRUCTUR	E, OAHU		 			
				DESIGN CONSTRUCTION EQUIPMENT			, , , , , , , , , , , , , , , , , , ,		25 275	2 <u>!</u> 27 <u>!</u>
				TOTAL			f		300	300
				G.O. BONDS G.O. BONDS REPAID			! ? !		300	300
			PROGRAM TO	TALS	100 May 100 May 200 Ave 200 May 100 May 200 Ave	1984 - Tarry James - Alle State State - Alle State -] 		**************************************	
				PLANS DESIGN CONSTRUCTION EQUIPMENT					25 275	25 275
				TOTAL			1		300	300
				G.O. BONDS G.O. BONDS REPAID OTHER FED. FUNDS		agen dans delse delse gaze une gene elle delse delse delse gaze une gen	‡ ‡ \$. 9		300	300

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PROGRAM ID

BED-113

PROGRAM STRUCTURE NO. 0102

TOURISM PROGRAM TITLE

PROJECT	PRIORITY		PROJECT	COST	CURRENT	FY 2006	RECOM	CURRENT	RECO
NUMBER	NUMBER	LOCATION	TITLE	ELEMENT/MOF	APPRN	ADJUSTMENT	APPRN	APPRN ADJUSTMENT	APPR
HCC 501	8	12TH R		IVENTION CENTER MAJOR IT AND MAINTENANCE, OA			 		
				PLANS DESIGN CONSTRUCTION EQUIPMENT				10 10 280 1,700	1 1 28 1,70
				TOTAL				2,000	2,00
				G.O. BONDS			<u> </u>	2,000	2,00
جرد هجرد کمان حاصل عبدن عبدن محمد	aled first paper along street		PROGRAM TO	TALS	na tang pala pana tang ang kang dalah dalah tang ang ang ang ang		 	. The state of the	C
				PLANS LAND				10	1
				DESIGN CONSTRUCTION	•		· 9	10 280	1 28
				EQUIPMENT				1,700	1,70
	*		•	TOTAL			1	2,000	2,00
				G.O. BONDS			l	2,000	2,00

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PROGRAM ID

BED-146

PROGRAM STRUCTURE NO. 010504

PROGRAM TITLE

NATURAL ENERGY LAB OF HAWAII AUTHORITY

						FY 2006	!		FY 2007	
PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	CURRENT Apprn	ADJUSTMENT	RECOM APPRN	CURRENT APPRN	ADJUSTMENT	RECOM APPRN
NELH10	0003	1ST R	NELHA ONSH	ORE DISTRIBUTION SYS	ΓΕΜ, HAHAII					
				PLANS DESIGN CONSTRUCTION EQUIPMENT			 		180 360	180 360
				TOTAL			1		540	540
				G.O. BONDS	M 2004 Ann und und und und und und und gen gen gen beite den gen			ATT STORM HAVE MADE AND THE STORM HAVE MADE AND	540	540
NELH13	0006	1ST R	NELHA/HOST HAWAII	PARK INFRASTRUCTURE	UPGRADES,	and this day also me too plot fish this has not say see.				The Arts of the service was a page was a page.
		,		PLANS DESIGN CONSTRUCTION					50	50
				TOTAL					50	50
				G.O. BONDS	***************************************		!		50	50
NELH26		1ST R	CONSTRUCT MONITONRIN	GROUNDWATER ENVIRONME G WELLS	ENTAL		<u> </u>			
				DESIGN EQUIPMENT					24 288	24 288
				TOTAL					312	312
				G.O. BONDS	e vanne van die hich hich pas tag dest geve gêr pan pag.		<u> </u>		312	312

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PROGRAM ID

PROGRAM TITLE

BED-146

PROGRAM STRUCTURE NO. 010504

NATURAL ENERGY LAB OF HAWAII AUTHORITY

						FY 2006		FY 2007	
PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	CURRENT APPRN	THEMTSULGA	RECOM APPRN	CURRENT APPRN ADJUSTMENT	RECOM APPRN
NELH27		1ST R	NELHA ADMII UPGRADES	NISTRATION & INDUSTR	IAL BUILDING				
				PLANS DESIGN CONSTRUCTION			de de se de ce ca	60 90	60 90
				TOTAL			<u> </u>	150	150
				G.O. BONDS REPAID				150	150
NELH29		1ST R	MASTER PLA	N RECONFIGURATION	tide tide vivis over feer vive cale and and affi 400 to 100 tide		 } ! !		
				DESIGN			# 60 ca age 64	300	300
				TOTAL				300	300
				G.O. BONDS		***************************************	§	300	300
NELH31		1ST R	NELHA-KONA	INTERNATIONAL AIRPO	RT CONNECTOR	tion ages come come come tides and today dela dela laure data assert	# # # # # # # # # # # # # # # # # # #		
				CONSTRUCTION			i	4,000	4,000
				TOTAL				4,000	4,000
				OTHER FED. FUNDS			1	4,000	4,000

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PROGRAM ID

BED-146

PROGRAM STRUCTURE NO. 010504

PROGRAM TITLE

NATURAL ENERGY LAB OF HAWAII AUTHORITY

						FY 2006			FY 2007	
PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	CURRENT Apprn	ADJUSTMENT	RECOM APPRN	CURRENT APPRN	ADJUSTMENT	RECOM APPRN
NELH32		1ST R	NELHA MAIN	ACCESS ROAD UPGRADES			!			
				PLANS DESIGN CONSTRUCTION					30 170	30 170
				TOTAL			·		200	200
				G.O. BONDS			1	- 44 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1	200	200
NELH33	0004	1ST R	NELHA/HOST SYSTEM, HA	PARK ROAD AND UTILITY	DISTRIBUTIO	N		MPPORT AND PART AND MAD THE THE TAXABLE SAFE AS	Ni emir nah ada jain sala jela dan 1904 dan bibi gan dan jain	
				PLANS DESIGN CONSTRUCTION	•		. I		40 360	40 360
				TOTAL				+	400	400
				G.O. BONDS			1	**	400	400
******			PROGRAM TO	TALS						
				PLANS DESIGN CONSTRUCTION EQUIPMENT			1 1 1 1 1 1 1 3		310 1,304 4,050 288	310 1,304 4,050 288
				TOTAL	**************************************		······································	W 100 MA 100 CALL AND THE AND THE TOTAL OF	5,952	5,952
				G.O. BONDS G.O. BONDS REPAID OTHER FED. FUNDS			1		1,802 150 4,000	1,802 150 4,000

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PROGRAM ID

BED-150

PROGRAM STRUCTURE NO. 010701

PROGRAM TITLE HAWAI

HAWAII COMMUNITY DEVELOPMENT AUTHORITY

--FY 2007--FY 2006-PROJECT PRIORITY **PROJECT** COST CURRENT RECOM CURRENT RECOM NUMBER NUMBER LOCATION TITLE **ELEMENT/MOF** APPRN **APPRN** APPRN **ADJUSTMENT** APPRN ADJUSTMENT **KA008** 12TH R KAKAAKO MAKAI IMPROVEMENTS, OAHU **PLANS** 1 1 LAND 248 248 DESIGN 750 750 CONSTRUCTION 1 1 TOTAL 1,000 1,000 G.O. BONDS 1,000 1,000 KA014 KEHALO BASIN PARK IMPROVEMENTS, OAHU PLANS 1 1 DESIGN 100 100 CONSTRUCTION 898 898 **EQUIPMENT** 1 TOTAL 1,000 1,000 G.O. BONDS 1,000 1,000 HCD001 12TH R KAKAAKO COMMUNITY DEVELOPMENT DISTRICT, OAHU PLANS 1,603 1,603 1,603 69 1,672 LAND DESIGN CONSTRUCTION TOTAL 1,603 1,603 1,603 69 1,672 GENERAL FUND G.O. BONDS 1,603 1,603 1,603 69 1,672

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PROGRAM ID

BED-150

PROGRAM STRUCTURE NO. 010701

PROGRAM TITLE

HAWAII COMMUNITY DEVELOPMENT AUTHORITY

PROJECT NUMBER	PRIORITY NUMBER	LOCATION			FY 2006			!FY 2007		
			PROJECT TITLE	COST ELEMENT/MOF	CURRENT APPRN	ADJUSTMENT	RECOM APPRN	CURRENT APPRN	ADJUSTMENT	RECOM APPRN
P50006			TRAFFIC STUDY, OAHU				; ;			
				PLANS	500		500			
				TOTAL	500	***************************************	500	· · · · · · · · · · · · · · · · · · ·		
				G.O. BONDS	500		500 ¦		NO DECEMBER OF THE SECOND SECO	100 may 200 may 100 may
~ <u>~</u>			PROGRAM T	DTALS			; ; ; ; ;	ن هند شده منت الله الله الله الله الله الله الله الل		
				PLANS LAND	2,104		2,104	1,604 248	69	1,673 248
				DESIGN	100		100	750		750
				CONSTRUCTION EQUIPMENT	898 1		898 1	1		1
				TOTAL	3,103		3,103	2,603	69	2,672
				GENERAL FUND G.O. BONDS REVENUE BONDS OTHER FED. FUNDS REVOLVING FUND	3,103		3,103	2,603	69	2,672
				•						

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